



STATE OF UTAH  
NATURAL RESOURCES & ENERGY  
Oil, Gas & Mining

Scott M. Matheson, Governor  
Temple A. Reynolds, Executive Director  
Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

June 23, 1982

Mr. Charles L. Mitton  
Finance Insurance Agency, Inc.  
2801 East Colfax Ave.  
P. O. Box 6663  
Denver, CO 80206

RE: Surety Release Kelmine Corp.  
Oljeto (Chum) Mine  
State Mineral Lease ML-33315  
DOE/037/025  
(Formerly ACT/037/029)

Dear Mr. Mitton:

I apologize for the delay in responding to your requests for the above referenced bond releases (NB706753 in the amount of \$1,000.00 and NB716726 in the amount of \$4,329.85), the letters were misplaced.

The Division of Oil, Gas, and Mining does not hold these bonds. The Division of State Lands and Forestry is the agency performing that function.

Several changes have taken place since Plateau Resources, Ltd. purchased the leases from Kelmine Corp and sublet the property to the Sum Company for operation. A hearing before the Board of Oil, Gas and Mining resulted in the Oljeto (Chum) Mine being exempt from the Utah Mined Land Reclamation Act, since the activity did not exceed two acres in surface disturbance. Therefore, the Division of State Lands has total jurisdiction of the operation as the owners of said property.

I have forwarded your requests to Mr. John Blake, Division of State Lands, for a response on this matter.

Sincerely,

JAMES W. SMITH, JR.  
COORDINATOR OF MINED LAND  
DEVELOPMENT

cc: John Blake

JWS:dc